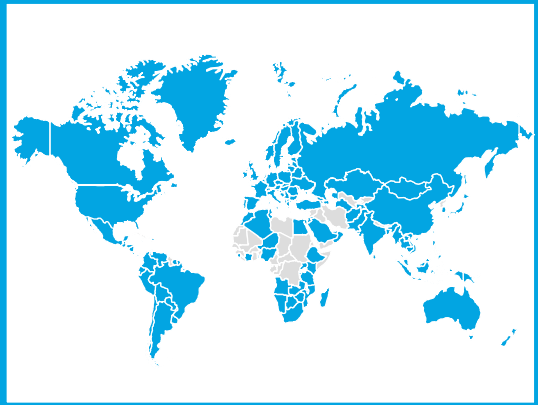


EXPATRIATES

Armenia

Tax facts for International Assignees



INCOME TAX: WHO IS LIABLE

Natural persons, being tax residents of the Republic of Armenia, are obliged to declare all their worldwide income in the Republic of Armenia. According to the Armenian legislation a tax resident of the Republic of Armenia is considered:

1. the natural person whose actual presence in the Republic of Armenia extends for 183 or more days, or
2. The natural persons whose center of vital interests whereof is located within the Republic of Armenia.

Those tax residents should calculate, withhold, and transfer the taxes to the state budget, and submit tax fillings.

If the income is received from a tax agent (i.e., companies registered in the Republic of Armenia), the tax agent calculates, withholds, and transfers the taxes to the state budget on monthly basis. The income tax and social contribution return also is submitted by tax agents on monthly basis.

If the income is received from a non-tax agent, the natural person should calculate and pay the taxes for himself/herself.

In case of an employee, the income tax and social contribution return is submitted by the person himself/herself on a monthly basis.

BREAKING RESIDENCY - EXIT PROCEDURES

There are no special rules/procedures for residency exit.

INCOME TAX RATES, SOCIAL SECURITY AND STAMP FEE CONTRIBUTIONS

Income tax	Social security contributions	Stamp fee
<p>The income tax rate is 21 % until 31 December 2022.</p>	<p>From January 1 to December 31, 2022, the following rates are applied for social payment:</p> <ul style="list-style-type: none"> • for income up to 500,000 AMD , a rate of 4.5% is applied • for an income exceeding 500,000 AMD, the difference of 10% and 27,500 AMD is paid. <p>Note: <i>the maximum threshold is set to fifteenfold the minimum wage, i.e., 68,000 *15 = 1,020,000 AMD (at the time of compiling this reference, the minimum wage is 68,000 AMD).</i></p>	<ol style="list-style-type: none"> 1. In case, the calculation base is under 100 000 AMD -1500 AMD is charged 2. If, the calculation base is from 100 001 to 200 000 AMD-3000 AMD is charged 3. If the calculation base is from 200 001 to 500 000 AMD - 5500 AMD is charged 4. If the calculation base is from 500 001 to 1 000 000 AMD-8500 AMD is charged 5. If the calculation base is over 1 000 001 AMD-15000 AMD is charged
<p>20% (From January 2023 onwards)</p>	<p>Starting 1st of January 2023, the following rates are applied for social payment:</p> <ul style="list-style-type: none"> • for income up to 500,000 AMD, a rate of 5% is applied • for an income exceeding 500,000 AMD, the difference of 10% and 25,000 AMD is paid. <p>Note: <i>the maximum threshold is set to fifteenfold the minimum wage, i.e., 68,000 *15 = 1,020,000 AMD (at the time of compiling this reference, the minimum wage is 68,000 AMD).</i></p>	<p>The rules for stamp fee remain the same as mentioned above</p>

For further information and to register for future updates contact expat@bdo.global

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